

## **ADVISORY BULLETIN**

August 8, 2019

## Medical Marihuana Facilities Licensing Act Regulatory Assessments Announced for Fiscal Year 2020

The amount of the regulatory assessment fee for licensed medical marijuana facilities is determined annually as required by Section 602 of the Medical Marihuana Facilities Licensing Act and must be paid by those persons approved for licensure by the Cannabis Regulatory Agency (CRA) prior to issuance or renewal of each state operating license.

The following changes have been made to the regulatory assessment structure for Fiscal Year 2020:

- Regulatory assessment fees for each license type have been scaled to create a more
  equitable system wherein each license type is paying a more representative share of their
  regulatory costs.
- A tiered structure has been created within each license type to further balance the costs between licensees based upon market share. In most cases, this will create a lower regulatory assessment fee for the initial year of operation. Market share for each license type will be determined based upon the following:
  - o Growers (Class A, B, C) and Processors gross weight transferred
  - Provisioning Centers gross retail sales
  - Secure Transporters net weight transported
- Each new license issued will pay the new license regulatory assessment fee listed below.
- Each renewal license will pay the renewal regulatory assessment listed below based upon their market share during the previous fiscal year.
- To expedite the renewal process, all new licenses issued to existing licensees will be prorated so that the expiration date for all licenses held by a licensee will have the same expiration date as the licensee's initial state operating license.



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The regulatory assessments for Fiscal Year 2020 – beginning October 1, 2019 and ending September 30, 2020 – are as follows:

State Operating License Type	New License Regulatory Assessment	Top Tier Renewal Regulatory Assessment	Middle Tier Renewal Regulatory Assessment	Bottom Tier Renewal Regulatory Assessment
Grower Class A	\$10,000	\$10,000	\$10,000	\$10,000
Grower Class B	\$30,000	\$36,000	\$30,000	\$24,000
Grower Class C	\$56,000	\$67,000	\$56,000	\$45,000
Processor	\$56,000	\$67,000	\$56,000	\$45,000
Provisioning Center	\$44,000	\$52,000	\$44,000	\$36,000
Secure Transporter	\$44,000	\$52,000	\$44,000	\$36,000
Safety Compliance Facility	No fee	No fee	No fee	No fee

The Cannabis Regulatory Agency Medical Facilities Licensing Section may be contacted via email at <u>CRA-Applications@michigan.gov</u> or by phone at 517-284-8599.

For more information about the Cannabis Regulatory Agency, please visit www.michigan.gov/CRA.